

**761—910.5(324A) Standards for compliance.** A provider shall be found compliant if the provider meets both of the following standards:

**910.5(1)** All vehicles used for the public transit services it provides or contracts for are insured for \$1 million per accident for all hazards or the provider maintains a self-insurance fund adequate to provide equivalent protection.

**910.5(2)** The provider:

- a.* Purchases all services from a designated public transit system, or
  - b.* Operates all services open to the public under contract with and control of a designated transit system, or
  - c.* Purchases all services from a private-for-profit operator of public transit services, or
  - d.* Operates its own services which:
    - (1) The designated public transit system is currently unable to provide, or
    - (2) When considered as a whole using fully allocated costs, prove to be more economical than the purchase of equivalent services from the designated public transit system.
  - e.* Uses a combination of services in paragraphs “*a*,” “*b*,” “*c*,” and “*d*.”
- This rule is intended to implement Iowa Code section 324A.4.